

**VILLAGE OF HALL SUMMIT, LOUISIANA
FINANCIAL STATEMENTS
DECEMBER 31, 2009**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 5/12/10

VILLAGE OF HALL SUMMIT, LOUISIANA
DECEMBER 31, 2009
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VILLAGE OF HALL SUMMIT, LOUISIANA
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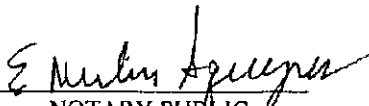
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

AFFIDAVIT

Personally came and appeared before the undersigned authority, Paul Snead, Clerk of the Village of Hall Summit, Louisiana, who, duly sworn, deposes and says, that the financial statements herewith given presents fairly the financial position of the Village of Hall Summit, Louisiana, at December 31, 2009 and the results of operations for the year then ended in accordance with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board.


Village Clerk

Sworn to and subscribed before me, this 24th day of February, 2010.


NOTARY PUBLIC
E. Mealin 8847183, ID# 033769

HINES, SHEFFIELD & SQUYRES, L.L.C.

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INDEPENDENT AUDITORS' REPORT

Village of Hall Summit
P.O. Box 98
Hall Summit, Louisiana 71034

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Village of Hall Summit, Louisiana, as of and for the year ended December 31, 2009, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village of Hall Summit's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Village of Hall Summit, Louisiana as of December 31, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated February 24, 2010, on our consideration of the Village of Hall Summit, Louisiana's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis and the budgetary information on pages 3 through 8 and 28, respectively, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Hall Summit's basic financial statements. The accompanying supplemental schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The financial information for the year ended December 31, 2008, which is included for comparative purposes was taken from the financial report for that year in which we expressed an unqualified opinion dated February 25, 2009, on the basic financial statements of the Village of Hall Summit.

Hines, Sheffield & Squyres

Natchitoches, Louisiana
February 24, 2010

-MEMBERS-

American Institute of Certified Public Accountants Society of Louisiana Certified Public Accountants

VILLAGE OF HALL SUMMIT, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2009

The Management's Discussion and Analysis of the Village of Hall Summit's financial performance presents a narrative overview and analysis of Village of Hall Summit's financial activities for the year ended December 31, 2009. This document focuses on the current year's activities, resulting changes, and currently known facts. Please read this document in conjunction with the additional information contained in the Village of Hall Summit's financial statements, which begin on page 9.

FINANCIAL HIGHLIGHTS

Governmental Activities

- 1) The Village of Hall Summit had cash and investments of \$249,377 at December 31, 2009 which represents an increase of \$179,408 from prior year end.
- 2) The Village of Hall Summit had accounts receivable of \$11,637 at December 31, 2009 which represents an increase of \$5,695 from prior year end.
- 3) The Village of Hall Summit had accounts payable and accruals of \$2,096 at December 31, 2009 which represents an increase of \$558 from prior year end.
- 4) The Village of Hall Summit had total revenues of \$236,630 for the year ended December 31, 2009 which represents an increase of \$183,527 from prior year.
- 5) The Village of Hall Summit had total expenses of \$42,505 for the year ended December 31, 2009 which represents an increase of \$2,663 from prior year.
- 6) The Village of Hall Summit had capital asset purchases of \$22,782 for the year ended December 31, 2009 which represents an increase of \$22,782 from prior year.

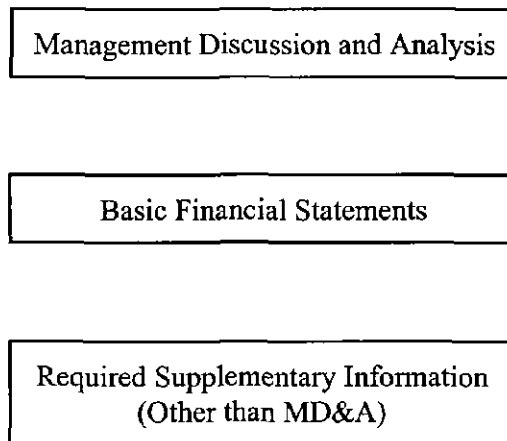
Business-Type Activities

- 1) The Village of Hall Summit had cash and investments of \$161,009 for the year ended December 31, 2009 which represents an increase of \$54,886 from prior year.
- 2) The Village of Hall Summit had accounts receivable of \$133,334 for the year ended December 31, 2009 which represents an increase of \$125,701 from prior year.
- 3) The Village of Hall Summit had accounts payable and accruals of \$6,574 for the year ended December 31, 2009 which represents an increase of \$468 from prior year.
- 4) The Village of Hall Summit had total revenues of \$145,886 for the year ended December 31, 2009 which represents an increase of \$63,697 from prior year.
- 5) The Village of Hall Summit had total expenses of \$127,008 for the year ended December 31, 2009 which represents an increase of \$6,693 from prior year.
- 6) The Village of Hall Summit had capital asset purchases of \$21,395 for the year ended December 31, 2009 which represents an increase of \$19,578 from prior year.

VILLAGE OF HALL SUMMIT, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
DECEMBER 31, 2009

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for the Village of Hall Summit as established by Governmental Accounting Standards Board Statement 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments.



These financial statements consist of three sections - Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and required supplementary information.

This annual report consist of a series of financial statements. The *Statement of Net Assets* and the *Statement of Activities* (on pages 9 and 10) provide information about the activities of the Village of Hall Summit as a whole and present a longer-term view of the Village's finances. Fund financial statements start on page 11. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village's operations in more detail than the government-wide statements by providing information about the Village's most significant funds.

Reporting the Village as a Whole

The Statement of Net Assets and the Statement of Activities

One of the most important questions asked about the Village's finances is, "Is the City as a whole better off or worse off as a result of the year's activities?" The *Statement of Net Assets* and the *Statement of Activities* report information about the Village as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

VILLAGE OF HALL SUMMIT, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
DECEMBER 31, 2009

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

These two statements report the Village's Net assets and changes in them. You can think of the Village's net assets, the difference between assets and liabilities, as one way to measure the Village's financial health, or financial position. Over time, increases or decreases in the Village's net assets are one indicator of whether its financial health is improving or deteriorating.

In the Statement of Net Assets and the Statement of Activities, we divide the Village into three kinds of activities:

Governmental Activities: Most of the Village's basic services are reported here including the police and general administration. Franchise taxes, sales taxes, license and permits, and state and federal grants finance most of these activities.

Business-Type Activities: The Village charges a fee to customers to help it cover all or most of the cost of certain services it provides. The Village's water and sewer system are reported here.

Component Units: The Village includes one separate legal entity in its report, Development Corporation. Although legally separate, the component unit is important because the Village is financially accountable for it.

Reporting the Village's Most Significant Funds

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds, not the Village as a whole. Some funds are required to be established by State law and by bond covenants. However, the Board of Aldermen establishes other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money. The Village's two kind of funds, governmental and proprietary, use different accounting approaches.

Governmental Funds: Most of the Village's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short term view of the Village's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Village's activities as well as what remains for future spending.

Proprietary Funds: When the Village charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and Statement of Activities. In fact, the Village's enterprise funds are the same as the business-type activities we reported in the government-wide statements but provide more detail and additional information, such as cash flows.

VILLAGE OF HALL SUMMIT, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
DECEMBER 31, 2009

FINANCIAL ANALYSIS OF THE ENTITY

Statement of Net Assets
As of Year End

	Primary Government				Component Units	
	Governmental Activities		Business-Type Activities			
	2009	2008	2009	2008	2009	2008
Current and other assets	\$ 262,197	\$ 76,838	\$ 316,546	\$ 138,112	\$ 37,856	\$ 7,957
Capital assets, net	101,559	91,418	904,678	927,133	15,116	15,166
Total Assets	\$ 363,756	\$ 168,256	\$ 1,221,224	\$ 1,065,245	\$ 53,022	\$ 23,123
Other liabilities	\$ 3,642	\$ 2,267	\$ 25,273	\$ 23,172	\$ 0	\$ 0
Long-term debt	0	0	135,000	0	0	0
Compensated absences payable	0	0	0	0	0	0
Total Liabilities	3,642	2,267	160,273	23,172	0	0
Net assets						
Investment in capital assets, net of related debt	101,559	91,418	894,156	927,133	15,166	15,166
Unrestricted	258,555	74,571	166,795	114,940	37,856	7,957
Total Net Assets	360,114	165,989	1,060,951	1,042,073	53,022	23,123
Total Liabilities and Net Assets	\$ 363,756	\$ 168,256	\$ 1,221,224	\$ 1,065,245	\$ 53,022	\$ 23,123

Net assets of the Village of Hall Summit increased by \$194,125 or 116.95%, increased by \$18,878 or 1.81%, and increased by \$29,899 or 129.30% from the previous fiscal year in Governmental Activities, Business-Type Activities, and Component Units respectively. These changes are the result of operating and other expenses being less than/exceeding operating and nonoperating revenues during the fiscal year ended 2009 (See table below).

Statement of Activities
For the Year Ended

	Primary Government				Component Units	
	Governmental Activities		Business-Type Activities			
	2009	2008	2009	2008	2009	2008
General government Expenses	\$ (42,505)	\$ (39,842)	\$ (127,008)	\$ (120,315)	\$ 0	\$ 0
Program revenues						
Charges for services	12,618	13,866	85,677	79,374	0	0
Capital grants and contributions	20,850	0	0	0	0	0
Subtotal	(9,037)	(25,976)	(41,331)	(40,941)	0	0
General revenues	203,161	39,237	60,209	2,815	29,899	340
Change in net assets	\$ 194,125	\$ 13,261	\$ 18,878	\$ (38,126)	\$ 29,899	\$ 340

The Village of Hall Summit's total revenues increased by \$183,526 or 346.60%, increased by \$63,697 or 77.50%, and increased by \$29,559 or 8,693.82% from the previous fiscal year in Governmental Activities, Business-Type Activities, and Component Units respectively. The total cost of all programs and services increased by \$2,663 or 6.68%, increased \$6,693 or 5.56%, and no change from the previous fiscal year in Governmental Activities, Business-Type Activities, and Component Units respectively.

VILLAGE OF HALL SUMMIT, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
DECEMBER 31, 2009

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of 2009, the Village of Hall Summit's had \$101,559, \$904,678, and \$15,166 net of depreciation, in Governmental Activities, Business-Type Activities, and Component Units, respectively, invested in a broad range of capital assets (See table below). This amount represents a net increase (including additions and deductions) of \$10,141 or 11.09%, decrease of \$22,455 or 2.42% and no change in Governmental Activities, Business-Type Activities, and Component Units, respectively, from the previous year.

	Capital Assets at Year End (Net of Depreciation)					
	Primary Government					
	Governmental Activities		Business-Type Activities		Component Units	
	2009	2008	2009	2008	2009	2008
Land	\$ 21,334	\$ 21,334	\$ 30,776	\$ 30,776	\$ 15,116	\$ 15,166
Buildings and other improvements	58,600	66,768	0	0	0	0
Automobiles	0	286	0	0	0	0
Equipment, furniture and fixtures	7,975	3,030	3,806	2,144	0	0
Distribution system	0	0	859,568	894,213	0	0
Construction in progress	13,650	0	10,528	0	0	0
Total	<u>\$ 101,559</u>	<u>\$ 91,418</u>	<u>\$ 904,678</u>	<u>\$ 927,133</u>	<u>\$ 15,116</u>	<u>\$ 15,166</u>

The following is the addition and retirements for the Village of Hall Summit as of December 31, 2009:

	Primary Government		
	Governmental Activities	Business-Type Activities	Component Units
This year's major additions included:			
Building and other improvements	\$ 1,932	\$ 0	\$ 0
Equipment, furniture and fixtures	7,200	2,962	0
Distribution system	0	7,905	0
Construction in progress	13,650	10,528	0
Total	<u>\$ 22,782</u>	<u>\$ 21,395</u>	<u>\$ 0</u>

This year's major retirements included:

None

Debt

The Village of Hall Summit had \$0, \$135,000 and \$0 in long-term liabilities for Governmental Activities, Business-Type Activities, and Component Units, respectively, outstanding at year end compared to \$0, \$0 and \$0 in Governmental Activities, Business-Type Activities, and Component Units, respectively, at the previous year end, no change, increase of \$135,000 or 100.00% and no change, respectively, as shown in the table below.

	Outstanding Debt at Year End					
	Primary Government					
	Governmental Activities		Business-Type Activities		Component Units	
	2009	2008	2009	2008	2009	2008
Long-term debt	\$ 0	\$ 0	\$ 135,000	\$ 0	\$ 0	\$ 0
Compensated absences payable	0	0	0	0	0	0
Totals	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 135,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

New debt during the year included:

Revenue bond - 2009 \$ 135,000

VILLAGE OF HALL SUMMIT, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
DECEMBER 31, 2009

VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS

Actual revenues were \$1,012 more than budgeted amounts due to intergovernmental revenues being more than expected.

Actual expenditures were \$12,003 more than budgeted amounts due to capital outlay being more than expected.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The Village of Hall Summit's elected officials considered the following factors and indicators when setting next year's budget, rates, and fees. These factors and indicators include:

- 1) Taxes
- 2) State revenue sharing
- 3) Intergovernmental revenues (federal and state grants)
- 4) License and permits
- 5) Fines and forfeitures

The Village of Hall Summit does not expect any significant changes in next year's results as compared to the current year.

CONTACTING THE VILLAGE OF HALL SUMMIT'S MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Village of Hall Summit's finances and to show the Village of Hall Summit's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Paul Snead, Clerk of the Village of Hall Summit, Post Office Box 98, Louisiana 71034.

VILLAGE OF HALL SUMMIT, LOUISIANA
STATEMENT OF NET ASSETS
DECEMBER 31, 2009

	Primary Government			Component
	Governmental Activities	Business-Type Activities	Total	Unit
ASSETS				
Current Assets				
Cash	\$ 48,315	\$ 34,610	\$ 82,925	\$ 3,127
Investments	201,062	126,399	327,461	34,729
Accounts receivable	11,637	133,334	144,971	0
Prepaid expense	1,183	2,594	3,777	0
Inventory	0	4,759	4,759	0
Total Current Assets	262,197	301,696	563,893	37,856
Noncurrent Assets				
Capital assets, net	101,559	904,678	1,006,237	15,166
Unamortized grant costs	0	14,850	14,850	0
Total Assets	<u>\$ 363,756</u>	<u>\$ 1,221,224</u>	<u>\$ 1,584,980</u>	<u>\$ 53,022</u>
LIABILITIES AND NET ASSETS				
LIABILITIES				
Current Liabilities				
Current portion on long-term debt	\$ 0	\$ 135,000	\$ 135,000	\$ 0
Accounts payable and accruals	2,096	6,574	8,670	0
Internal balances	1,546	(1,546)	0	0
Total Current Liabilities	3,642	140,028	143,670	0
Noncurrent Liabilities				
Long-term debt, net of current portion	0	0	0	0
Compensated absences payable	0	0	0	0
Customer deposits	0	20,245	20,245	0
Total Liabilities	3,642	160,273	163,915	0
NET ASSETS				
Investment in capital assets, net of related debt	101,559	894,156	995,715	15,166
Unrestricted	258,555	166,795	425,350	37,856
Total Net Assets	360,114	1,060,951	1,421,065	53,022
Total Liabilities and Net Assets	<u>\$ 363,756</u>	<u>\$ 1,221,224</u>	<u>\$ 1,584,980</u>	<u>\$ 53,022</u>

The accompanying notes are an integral part of this statement.

VILLAGE OF HALL SUMMIT, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2009

	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	Component Units
Primary Government								
Governmental Activities								
General government	\$ 29,130	\$ 5,079	\$ 0	\$ 20,850	\$ (3,201)	\$ 0	\$ (3,201)	\$ 0
Public safety	13,375	7,539	0	0	(5,836)	0	(5,836)	0
Total Governmental Activities	42,505	12,618	0	20,850	(9,037)	0	(9,037)	0
Business-Type Activities								
Water and sewer	127,008	85,677	0	0	0	(41,331)	(41,331)	0
Total Business-Type Activities	127,008	85,677	0	0	0	(41,331)	(41,331)	0
Total Primary Government	169,513	98,295	0	20,850	(9,037)	(41,331)	(50,368)	0
Component Unit								
Development Corporation	0	0	0	0	0	0	0	0
Total Component Unit	0	0	0	0	0	0	0	0
General Revenues								
Taxes					4,098	0	4,098	0
Franchise					13,877	0	13,877	0
Sales					750	0	750	0
Other					131	0	131	0
State revenue sharing					0	0	0	0
Rents					180,229	56,684	236,913	29,461
Interest income					2,818	2,407	5,225	438
Miscellaneous					1,259	1,118	2,377	0
Transfers					0	0	0	0
Total General Revenues					203,162	60,209	263,371	29,899
Change in Net Assets					194,125	18,878	213,003	29,899
Net Assets, Beginning of year					165,989	1,042,073	1,208,062	23,123
Net Assets, End of year					\$ 360,114	\$ 1,060,952	\$ 1,421,065	\$ 53,022

The accompanying notes are an integral part of this statement

EXHIBIT C

VILLAGE OF HALL SUMMIT, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Assets		
Cash	\$ 48,315	\$ 35,211
Investments	201,062	34,758
Accounts receivable	11,637	5,942
Prepaid expense	<u>1,183</u>	<u>927</u>
Total Assets	<u>\$ 262,197</u>	<u>\$ 76,838</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable and accruals	\$ 2,096	\$ 1,538
Internal balances	<u>1,546</u>	<u>729</u>
Total Liabilities	3,642	2,267
Fund Balances		
Unreserved	<u>258,555</u>	<u>74,571</u>
Total Net Assets	<u>258,555</u>	<u>74,571</u>
Total Liabilities and Fund Balances	<u>\$ 262,197</u>	<u>\$ 76,838</u>

The accompanying notes are an integral part of this statement.

EXHIBIT D

VILLAGE OF HALL SUMMIT, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
DECEMBER 31, 2009

Total Fund Balances for Governmental Funds (Exhibit C) \$ 258,555

Total Net Assets reported for governmental activities in the statement of net assets is different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of:

Land	\$ 21,334	
Buildings and other improvements, net of \$108,044 in accumulated depreciation.	58,600	
Automobiles, net of \$23,803 in accumulated depreciation.	0	
Equipment, furniture, and fixtures net of \$15,059 in accumulated depreciation.	7,975	
Construction in progress	\$ 13,650	
Total Capital Assets		101,559

Long-term liabilities, including compensated absences payable, are not due and payable in the current period and therefore are not reported in the fund liabilities.

0

Total Net Assets of Governmental Activities (Exhibit A) \$ 360,114

EXHIBIT E

VILLAGE OF HALL SUMMIT, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES GOVERNMENTAL FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Revenues		
Taxes		
Franchise	\$ 4,098	\$ 5,641
Sales	13,877	30,574
Other	750	1,300
State revenue sharing	131	266
Intergovernmental	20,850	0
License and permits	5,079	8,854
Fines and forfeitures	7,539	5,012
Rents	180,229	0
Interest	2,818	1,454
Miscellaneous	<u>1,259</u>	<u>2</u>
Total Revenues	236,630	53,103
Expenditures		
General government		
Personal services	6,701	5,813
Operating services	7,385	8,720
Supplies	53	431
Professional services	2,636	1,602
Public safety		
Personal services	6,471	5,613
Operating services	4,471	3,243
Supplies	2,147	2,439
Capital outlay	<u>22,782</u>	<u>0</u>
Total Expenditures	52,646	27,861
Excess/(Deficiency) Of Revenues Over Expenditures	183,984	25,242
Other Financing Sources/(Uses)		
Transfers	<u>0</u>	<u>0</u>
Total Other Financing Sources/(Uses)	0	0
Net Change in Fund Balances	183,984	25,242
Fund Balances, Beginning of year	<u>74,571</u>	<u>49,329</u>
Fund Balances, End of year	<u>\$ 258,555</u>	<u>\$ 74,571</u>

The accompanying notes are an integral part of this statement.

EXHIBIT F

VILLAGE OF HALL SUMMIT, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2009

Net Change in Fund Balances-Total Governmental Funds (Exhibit E) \$ 183,984

The change in Net Assets reported for governmental activities in the statement of activities is different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$22,782) exceed depreciation (\$12,641) in the current period. 10,141

Some expense reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 0

Change in Net Assets of Governmental Activities (Exhibit B) \$ 194,125

EXHIBIT G

VILLAGE OF HALL SUMMIT, LOUISIANA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Assets		
Current Assets		
Cash	\$ 34,610	\$ 38,681
Investments	126,399	67,442
Accounts receivable	133,334	7,633
Prepaid expense	2,594	927
Inventory	<u>4,759</u>	<u>3,629</u>
Total Current Assets	301,696	118,312
Noncurrent Assets		
Capital assets, net	904,678	972,133
Unamortized grant costs	<u>14,850</u>	<u>19,800</u>
Total Assets	<u>\$ 1,221,224</u>	<u>\$ 1,065,245</u>
Liabilities and Fund Balances		
Liabilities		
Current portion of long-term debt	\$ 135,000	\$ 0
Accounts payable and accruals	6,574	6,106
Internal balances	<u>(1,546)</u>	<u>(729)</u>
Total Current Liabilities	140,028	5,377
Noncurrent Liabilities		
Long-term debt, net of current portion	0	0
Customer deposits	<u>20,245</u>	<u>17,795</u>
Total Liabilities	160,273	23,172
Net Assets		
Investments in capital assets, net of related debt	894,156	927,133
Unrestricted	<u>166,795</u>	<u>114,940</u>
Total Net Assets	<u>1,060,951</u>	<u>1,042,073</u>
Total Liabilities and Net Assets	<u>\$ 1,221,224</u>	<u>\$ 1,065,245</u>

The accompanying notes are an integral part of this statement.

EXHIBIT H

VILLAGE OF HALL SUMMIT, LOUISIANA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
OPERATING REVENUES		
Charges for services	\$ 83,332	\$ 77,302
Connect fees	650	400
Late fees	1,695	1,672
Miscellaneous	<u>1,118</u>	<u>265</u>
Total Operating Revenues	86,795	79,639
OPERATING EXPENSES		
Amortization	4,950	4,950
Bad debt expense	0	2
Depreciation	43,850	42,833
Dues and subscriptions	1,795	637
Garbage expense	204	190
Insurance	5,140	3,135
Maintenance and repairs	12,670	6,173
Miscellaneous	272	1,576
Office supplies and expense	2,552	2,825
Oil and gas	2,216	2,346
Operating supplies and tools	4,878	4,103
Payroll taxes	2,219	2,232
Professional services	3,829	2,632
Rental	488	486
Salaries	28,188	28,426
Telephone	2,142	1,931
Utilities	<u>11,615</u>	<u>15,838</u>
Total Operating Expenses	<u>127,008</u>	<u>120,315</u>
Operating Income/(Loss)	(40,213)	(40,676)
Nonoperating Revenues/(Expenses)		
Rents	56,684	0
Interest income	<u>2,407</u>	<u>2,550</u>
Total Nonoperating Revenues/(Expenses)	<u>59,091</u>	<u>2,550</u>
Change in Net Assets	18,878	(38,126)
Net Assets, Beginning of year	<u>1,042,073</u>	<u>1,080,199</u>
Net Assets, End of year	<u>\$ 1,060,951</u>	<u>\$ 1,042,073</u>

The accompanying notes are an integral part of this statement.

EXHIBIT I

VILLAGE OF HALL SUMMIT, LOUISIANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Cash Flows From Operating Activities		
Receipts from customers	\$ 88,022	\$ 88,956
Cash payments to suppliers for goods and services	(53,306)	(44,691)
Cash payments to employees and board members for services	(28,048)	(28,307)
Net Cash From Operating Activities	6,668	15,958
Cash Flows From Capital and Related Financing Activities		
Proceeds from revenue bonds	10,522	0
Acquisition/construction of capital assets	(21,395)	(1,817)
Net Cash From Capital and Related Financing Activities	(10,873)	(1,817)
Cash Flows From Investing Activities		
Rents	56,684	0
Purchase of investments	(58,957)	(2,400)
Interest income	2,407	2,550
Cash Flows From Investing Activities	134	150
Net Increase/(Decrease) in Cash and Cash Equivalents	(4,071)	14,291
Cash, Beginning of year	38,681	24,390
Cash, End of year	<u>\$ 34,610</u>	<u>\$ 38,681</u>
Reconciliation of Operating Loss to Net Cash From Operating Activities		
Operating income/(loss)	\$ (40,213)	\$ (40,676)
Adjustments to reconcile operating loss to net cash from operating activities		
Amortization expense	4,950	4,950
Depreciation expense	43,850	42,833
Bad debt expense	0	2
(Increase)/decrease in operating assets		
Accounts receivable	(1,223)	(557)
Prepaid expense	(1,667)	(927)
Inventory	(1,130)	(388)
Internal balances	(817)	8,944
Increase/(decrease) in operating liabilities		
Accounts payable and accruals	468	847
Customer deposits	2,450	930
Net Cash Flows From Operating Activities	<u>\$ 6,668</u>	<u>\$ 15,958</u>

The accompanying notes are an integral part of this statement.

VILLAGE OF HALL SUMMIT, LOUISIANA
STATEMENT OF NET ASSETS
COMPONENT UNITS
DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2009</u>
Assets		
Current Assets		
Cash	\$ 3,127	\$ 3,107
Investments	<u>34,729</u>	<u>4,850</u>
Total Current Assets	37,856	7,957
Noncurrent Assets		
Capital assets, net	<u>15,166</u>	<u>15,166</u>
Total Assets	<u>\$ 53,022</u>	<u>\$ 23,123</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable and accruals	\$ <u>0</u>	\$ <u>0</u>
Total Liabilities	0	0
Net Assets		
Investments in capital assets, net of related debt	15,166	15,166
Unrestricted	<u>37,856</u>	<u>7,957</u>
Total Net Assets	<u>53,022</u>	<u>23,123</u>
Total Liabilities and Net Assets	<u>\$ 53,022</u>	<u>\$ 23,123</u>

EXHIBIT K

VILLAGE OF HALL SUMMIT, LOUISIANA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
COMPONENT UNITS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
OPERATING REVENUES		
Miscellaneous	\$ 0	\$ 0
Total Operating Revenues	0	0
OPERATING EXPENSES		
Miscellaneous	0	0
Total Operating Expenses	0	0
Operating Income/(Loss)	0	0
Nonoperating Revenues/(Expenses)		
Rents	29,461	0
Interest income	438	340
Total Nonoperating Revenues/(Expenses)	29,899	340
Change in Net Assets	29,899	340
Net Assets, Beginning of year	23,123	22,783
Net Assets, End of year	<u>\$ 53,022</u>	<u>\$ 23,123</u>

The accompanying notes are an integral part of this statement.

EXHIBIT L

VILLAGE OF HALL SUMMIT, LOUISIANA
STATEMENT OF CASH FLOWS
COMPONENT UNITS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Cash Flows From Operating Activities		
Cash payments to suppliers for goods and services	\$ 0	\$ 0
Net Cash From Operating Activities	0	0
Cash Flows From Capital and Related Financing Activities		
Acquisition/construction of capital assets	0	(4,500)
Cash Flows From Financing Activities	0	(4,500)
Cash Flows From Investing Activities		
Rents	29,461	0
Sale of investments	0	3,203
Purchase of investments	(29,879)	0
Interest income	438	340
Cash Flows From Investing Activities	20	3,543
Net Increase/(Decrease) in Cash and Cash Equivalents	20	(957)
Cash and Cash Equivalents, Beginning of year	3,107	4,064
Cash and Cash Equivalents, End of year	<u>\$ 3,127</u>	<u>\$ 3,107</u>
Reconciliation Of Operating Income To Net Cash From Operating Activities		
Operating income	\$ 0	\$ 0
Net Cash Flows From Operating Activities	<u>\$ 0</u>	<u>\$ 0</u>

The accompanying notes are an integral part of this statement.

VILLAGE OF HALL SUMMIT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2009

The Village of Hall Summit, Louisiana was incorporated on September 11, 1961, under the provisions of the Lawrason Act. The Village operates under a Mayor -Board of Aldermen form of government. The Village's major operations include general administrative services, public safety and utilities.

The Development Corporation of Hall Summit, a component unit of the Village of Hall Summit, is discretely presented in the financial statements in conformity with accounting principles generally accepted in the United States of America.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Accounting

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This Codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles. The accompanying financial statements of the Village of Hall Summit, Louisiana present information only as to the transactions of the programs of the Village of Hall Summit as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Village of Hall Summit are maintained in accordance with applicable statutory provisions:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

B. Budgetary Accounting

Formal budgetary accounting is employed as a management control. The Village of Hall Summit prepares and adopts a budget each year for its general fund in accordance with Louisiana Revised Statutes. The operating budget is prepared based on prior year's revenues and expenditures and the estimated increase therein for the current year, using the full accrual basis of accounting. The Village amends its budget when projected revenues are expected to be less than budgeted revenues by five percent or more and/or projected expenditures are expected to be more than budgeted amounts by five percent or more. All budget appropriations lapse at year end.

VILLAGE OF HALL SUMMIT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2009

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Cash and Cash Equivalents

For the purpose of the Statement of Cash Flows and consistent with GASB Statement 9, the Village of Hall Summit, Louisiana defines cash and cash equivalents as follows:

Cash - includes not only currency on hand but also demand deposits with banks or other financial institutions and other kinds of accounts that have the general characteristics of demand deposits in that the customer may deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty.

Cash equivalents - includes all short term, highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risk of changes in value because of interest rates. Generally, only investments which, at the day of purchase, have a maturity date no longer than three months qualify under this definition.

D. Receivables

All receivables are reported at their gross value and, where applicable, are reduced by the estimated portion that is expected to be uncollectible.

E. Bad Debts

Uncollectible accounts receivable are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable. At December 31, 2009, \$0 and \$218 of Governmental and Business-Type Activities receivables, respectively, were considered to be uncollectible.

F. Capital Assets

Capital assets are carried at historical costs. Depreciation of all exhaustible capital assets used by the Village of Hall Summit are charged as an expense against operations in the Statement of Activities. Capital assets net of accumulated depreciation are reported on the Statement of Net Assets. Depreciation is computed using the straight line method over the estimated useful life of the assets, generally 10 to 40 years for buildings and other improvements, 10 to 50 years for the distribution system and 5 to 10 years for moveable property. Expenditures for maintenance, repairs and minor renewals are charged to earnings as incurred. Major expenditures for renewals and betterments are capitalized.

G. Compensated Absences

The Village of Hall Summit, Louisiana does not have any full time employees; Therefore, no liability for compensated absences has been recorded in the accompanying financial statements.

H. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

VILLAGE OF HALL SUMMIT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2009

NOTE 2 DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

A. Deposits with Financial Institutions

For reporting purposes, deposits with financial institutions including savings, demand deposits, time deposits, and certificates of deposit. Under state law the Village of Hall Summit may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further the Fund may invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

Deposits in bank accounts are stated at cost, which approximates market. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. The deposits at December 31, 2009 were secured as follows:

	<u>Cash</u>	<u>Certificates of Deposit</u>	<u>Total</u>
Deposits in bank accounts per balance sheet	<u>\$ 85,352</u>	<u>\$ 362,190</u>	<u>\$ 447,542</u>
 Bank Balances (Category 3 Only, If Any)			
a. Uninsured and uncollateralized	\$ 0	\$ 0	\$ 0
b. Uninsured and uncollateralized with securities held by the pledging institution	0	0	0
c. Uninsured and uncollateralized with securities held by the pledging institution's trust department or agent but not in the entity's name	<u>0</u>	<u>0</u>	<u>0</u>
Total Category 3 Bank Balances	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
 Total Bank Balances (All Categories Including Category 3 Reported Above)	<u>\$ 101,568</u>	<u>\$ 362,190</u>	<u>\$ 463,758</u>

The following is a breakdown by banking institution and amount of the balances shown above:

<u>Banking Institution</u>	<u>Amount</u>
American Bank & Trust Co	\$ 38,924
Bank of Coushatta	400,863
Sabine State Bank	<u>23,971</u>
Total	<u>\$ 463,758</u>

B. Investments

At December 31, 2009, the Village of Hall Summit had investments of \$0.

VILLAGE OF HALL SUMMIT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2009

NOTE 3 ACCOUNTS RECEIVABLE

The following is a summary of accounts receivable at December 31, 2009:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Taxes			
Franchise	\$ 1,333	\$ 0	\$ 1,333
Sales	2,430	0	2,430
Fines and forfeitures	235	0	235
Charges for services	0	8,674	8,674
Intergovernmental	7,200	0	7,200
Revenue bond	0	124,478	124,478
Miscellaneous	<u>439</u>	<u>182</u>	<u>621</u>
Total	<u>\$ 11,637</u>	<u>\$ 133,334</u>	<u>\$ 144,971</u>

NOTE 4 CAPITAL ASSETS

A summary of the Village of Hall Summit's capital assets at December 31, 2008 follows:

	<u>Balance December 31, 2008</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance December 31, 2009</u>
Primary Government				
Governmental Activities				
Capital Assets, not being depreciated				
Land	\$ 21,334	\$ 0	\$ 0	\$ 21,334
Construction in progress	<u>0</u>	<u>13,650</u>	<u>0</u>	<u>13,650</u>
Total Capital Assets, not being depreciated	21,334	13,650	0	34,984
Capital Assets, being depreciated				
Buildings and other improvements	164,841	1,932	0	166,773
Less accumulated depreciation	<u>(98,073)</u>	<u>(10,100)</u>	<u>0</u>	<u>(108,173)</u>
Total Buildings and building improvements	66,768	(8,168)	0	58,600
Automobiles	23,803	0	0	23,803
Less accumulated depreciation	<u>(23,517)</u>	<u>(286)</u>	<u>0</u>	<u>(23,803)</u>
Total Automobiles	286	(286)	0	0
Equipment, furniture and fixtures	15,834	7,200	0	23,034
Less accumulated depreciation	<u>(12,804)</u>	<u>(2,255)</u>	<u>0</u>	<u>(15,059)</u>
Total Equipment, furniture and fixtures	<u>3,030</u>	<u>4,945</u>	<u>0</u>	<u>7,975</u>
Total Capital Assets, being depreciated	<u>70,084</u>	<u>(3,509)</u>	<u>0</u>	<u>66,575</u>
Governmental Activities				
Total Capital Assets, net	<u>\$ 91,418</u>	<u>\$ 10,141</u>	<u>\$ 0</u>	<u>\$ 101,559</u>

VILLAGE OF HALL SUMMIT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2009

NOTE 4 CAPITAL ASSETS (CONTINUED)

	Balance December 31, 2008	Additions	Retirements	Balance December 31, 2009
Business-Type Activities				
Capital Assets, not being depreciated				
Land	\$ 30,776	\$ 0	\$ 0	\$ 30,776
Construction in progress	0	10,528	0	10,528
Total Capital Assets, not being depreciated	30,776	10,528	0	41,304
Capital Assets, being depreciated				
Distribution system	1,636,587	7,905	0	1,644,492
Less accumulated depreciation	(742,374)	(42,550)	0	(784,924)
Total Distribution system	894,213	(34,645)	0	859,568
Equipment, furniture and fixtures	18,638	2,962	0	21,600
Less accumulated depreciation	(16,494)	(1,300)	0	(17,794)
Total Equipment, furniture and fixtures	2,144	1,662	0	3,806
Total Capital Assets, being depreciated	896,357	(32,983)	0	863,374
Business-Type Activities				
Total Capital Assets, net	<u>\$ 927,133</u>	<u>\$ (22,455)</u>	<u>\$ 0</u>	<u>\$ 904,678</u>
Primary Government				
Total Capital Assets, net	<u>\$ 1,018,551</u>	<u>\$ (12,314)</u>	<u>\$ 0</u>	<u>\$ 1,006,237</u>
Component Units				
Capital Assets, not being depreciated				
Land	\$ 15,166	\$ 0	\$ 0	\$ 15,166
Total Capital Assets, not being depreciated	<u>\$ 15,166</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 15,166</u>
Component Units				
Total Capital Assets, net	<u>\$ 15,166</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 15,166</u>

NOTE 5 ACCOUNTS PAYABLE AND ACCRUALS

The following is a summary of accounts payable at December 31, 2009:

	Governmental Activities	Business-Type Activities	Total
Vendor	\$ 1,986	\$ 4,070	\$ 6,056
Salaries and related benefits	110	2,504	2,614
Other	0	0	0
Total	<u>\$ 2,096</u>	<u>\$ 6,574</u>	<u>\$ 8,670</u>

VILLAGE OF HALL SUMMIT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2009

NOTE 6 INTERNAL BALANCES

A summary of internal balances at December 31, 2009, is as follows:

	Due To	Due From
Governmental Activities	\$ 1,546	\$ 0
Business-Type Activities	0	1,546
Totals	<u>\$ 1,546</u>	<u>\$ 1,546</u>

NOTE 7 LONG TERM-DEBT

The following is a summary of debt transactions of Village of Hall Summit for the year ended December 31, 2009:

	Balance Dec. 31, 2008	Additions	Deletions	Balance Dec. 31, 2009	Current Amounts
Revenue Bonds - 2009	\$ 0	\$ 135,000	\$ 0	\$ 135,000	\$ 135,000
Total	<u>\$ 0</u>	<u>\$ 135,000</u>	<u>\$ 0</u>	<u>\$ 135,000</u>	<u>\$ 135,000</u>

The terms of the individual debt issues of the Village are as follows:

	Interest Rate	Maturity Date	Amount Issued	Amount Outstanding
Revenue Bonds - 2009	0.00%	2010	\$ 135,000	\$ 135,000
Total			<u>\$ 135,000</u>	<u>\$ 135,000</u>

The annual requirements to amortize all debt outstanding as of December 31, 2009, including interest payments are as follows:

Year Ending December 31	Revenue Bonds Principal	Revenue Bonds Interest	Total
2010	\$ 135,000	\$ 0	\$ 135,000
Total	<u>\$ 135,000</u>	<u>\$ 0</u>	<u>\$ 135,000</u>

The Louisiana Department of Environmental Quality has agreed to payoff the series 2009 Revenue Bonds upon completion of construction project with funds from the federal Capitalization Grants for State Revolving Funds, Catalog of Federal Domestic Assistance #66.458.

NOTE 8 LEASES

The Village of Hall Summit was not obligated under any capital or operating lease commitments at December 31, 2009.

NOTE 9 SALES AND USE TAX

The Village of Hall Summit has a one percent sales tax. Sales tax revenues for the year ended December 31, 2009 were \$13,877. The proceeds are dedicated to any lawful purpose of the Village.

VILLAGE OF HALL SUMMIT, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2009

NOTE 10 RISK MANAGEMENT

The Village of Hall Summit is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Village maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Village.

NOTE 11 LITIGATION

There was no outstanding litigation against the Village of Hall Summit at December 31, 2009.

NOTE 12 CLAIMS AND JUDGMENTS

The Village of Hall Summit participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Village may be required to reimburse the grantor government. The Village believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the Village.

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE 1

VILLAGE OF HALL SUMMIT, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS - BUDGET (GAAP BASIS) AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2009

	Original Budget	Final Budget	Actual	Variance Fav./Unfav.)
REVENUES				
Taxes				
Franchise	\$ 5,200	\$ 5,200	\$ 4,098	\$ (1,102)
Sales	21,514	21,514	13,877	(7,637)
Other	0	0	750	750
State revenue sharing	225	225	131	(94)
Intergovernmental	150,000	13,650	20,850	7,200
License and permits	8,500	8,500	5,079	(3,421)
Fines and forfeitures	5,000	5,000	7,539	2,539
Rents	0	180,229	180,229	0
Interest	1,200	1,200	2,818	1,618
Miscellaneous	100	100	1,259	1,159
Total Revenues	191,739	235,618	236,630	1,012
EXPENDITURES				
General government				
Personal services	6,500	6,500	6,701	(201)
Operating services	5,875	5,875	7,385	(1,510)
Supplies	100	100	53	47
Professional services	1,600	1,600	2,636	(1,036)
Public safety				
Personal services	6,418	6,418	6,471	(53)
Operating services	3,500	3,500	4,471	(971)
Supplies	3,000	3,000	2,147	853
Capital outlay	150,000	13,650	22,782	(9,132)
Total Expenditures	176,993	40,643	52,646	(12,003)
Excess/(Deficiency) Of Revenues Over Expenditures	14,746	194,975	183,984	(10,991)
Other Financing Sources/(Uses)				
Transfers	0	0	0	0
Total Other Financing Sources/(Uses)	0	0	0	0
Net Change in Fund Balances	14,746	194,975	183,984	(10,991)
Fund Balance, Beginning of year	74,571	74,571	74,571	0
Fund Balance, End of year	\$ 89,317	\$ 269,546	\$ 258,555	\$ (10,991)

OTHER SUPPLEMENTARY INFORMATION

SCHEDULE 2

VILLAGE OF HALL SUMMIT, LOUISIANA
SCHEDULE OF COMPENSATION PAID TO THE
MAYOR AND MEMBERS OF THE BOARD OF ALDERMEN
YEAR ENDED DECEMBER 31, 2009

	<u>Compensation</u>
Mayor Wimberly	\$ 1,800
Alderman Moore	1,200
Alderman Quick	1,200
Alderman Thomas	<u>1,200</u>
Total	<u>\$ 5,400</u>

Compensation Paid Board Members

The schedule of compensation paid to the Mayor and members of the Board of Aldermen of the Village of Hall Summit is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the Mayor and Aldermen is included in the Governmental Activities expenses.

VILLAGE OF HALL SUMMIT, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2009

SECTION #1

SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

- | | | |
|----|--|---------------|
| 1. | Type of auditors' report issued. | Unqualified |
| 2. | <i>Internal control over financial reporting:</i> | |
| | a) Material weakness(es) identified? | No |
| | b) Significant deficiency(ies) identified that are not considered to be material weaknesses? | None reported |
| 3. | Noncompliance material to financial statements noted? | No |

SECTION #2

FINANCIAL STATEMENT FINDINGS

None reported.

HINES, SHEFFIELD & SQUYRES, L.L.C.

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Village of Hall Summit
P.O. Box 98
Hall Summit, Louisiana 71034

We have audited the accompanying basic financial statements of the Village of Hall Summit, Louisiana, as of and for the year ended December 31, 2009, and have issued our report thereon dated February 24, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Village of Hall Summit's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village of Hall Summit's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Village of Hall Summit's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village of Hall Summit's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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This report is intended solely for the information and use of the Village of Hall Summit, management and the Louisiana State Legislative Auditor and is not intended to be, and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Hines, Sheffield & Squyres

Natchitoches, Louisiana

February 24, 2010

SCHEDULE 4

VILLAGE OF HALL SUMMIT, LOUISIANA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2009

	Fiscal Year Finding Initially		Corrective Action Taken (Yes, No, Partially)	Planned Corrective Action/Partial Corrective Action Taken
<u>Ref. No.</u>	<u>Occurred</u>	<u>Description of Finding</u>		

Nothing came to our attention that would require disclosure under Government Auditing Standards.

SCHEDULE 5

VILLAGE OF HALL SUMMIT, LOUISIANA
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2009

<u>Ref. No.</u>	<u>Description of Finding</u>	<u>Corrective Action Planned</u>	<u>Name(s) of Contact Person(s)</u>	<u>Anticipated Completion Date</u>
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Nothing came to our attention that would require disclosure under Government Auditing Standards.